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THE NEW YORK HERALD

NEW YORK, SATURDAY, MARCH 11, 1922.—ENTERED AS SECOND CLASS MATTER.

THREE CENTS WITHIN 200 MILES FOUR CENTS ELSEWHERS PRICE TWO CENTS

the whole revitalized, is a bigger and better and sounder newspaper than ever before.

THE BEST IN ITS HISTORY.

The New York Herald, with all that was

best of The Sun intertwined with it, and

I.R.T. WOULD DIVORCE L'TO GAIN \$7,600,000

There Is Also Hint That Action Is Move for a Receivership.

AND GET ON ITS FEET

NEW SPURS TO BE KEPT

Way Sought to Forestall Double Fare in Split of Three Lines.

DIVIDENDS TO BE SAVED All Financial Measures, Except

First Breach in the 999 Year Lease Will Be Withholding of \$2,100,000.

Company has taken a step which may result in a complete severance of operating arrangements and a corpo rate divorce from the Manhattan Elevated Railroad Company, which for twenty years has been operated by the Interborough under a 999 year

After months of fruitless effort to persuade the Manhattan owners to modify the terms of the lease, which Metropolitan \$100,000,000 bill to rehas been found too oppressive a finan-cial burden, the Interborough has but the other financial bills backed found hidden in almost every room of made what is understood to be a final by the Lockwood committee's recomproposition-in fact, an ultimatum.

Accompanying this proposal was a the rocks. plain statement, that whether the Manhattan accepted or rejected the proffer, the Interborough positively is terest, which is the guaranteed rental charge under the lease, on \$60,000,000

\$2,100,000 to Be Passed March 31. islature.

On March 31 will fall due the interest to enforce payment.

The final proposition for the cancel-lation of the lease at the instance of the

figures aggregate \$7,000,000 as a prospec-tive yearly saving.

The Interborough thereupon is to re-store all the old original elevated lines to the exclusive management and op-eration of the Manhattan company at a valuation of \$30,000,000, which is to in-clude also transfer to the Manhattan of clude also transfer to the Mannattan of all elevated line power houses and third tracking express facilities which were financed with Interborough money, the Manhattan to pay interest to the Inter-borough on the \$30,000,000 valuation and to provide for a sinking fund for the ultimate liquidation of the debt. This proposal, should it be ratified. the ultimate liquidation of the debt.

This proposal, should it be ratified, would leave in the hands of the Inter-borough \$17.000,000 worth of extensions, constructed and now operated by the interborough in connection with its elevated railroad division. If the lease be abrogated, it is contemplated that the Interborough shall continue to operate these extensions as a part of its own service.

Lines Would Be Broken

'Herald' Bucket Series Commended by Banton

STRICT ATTORNEY JOAB H. BANTON said yesterday: "THE NEW YORK HERALD leserves great credit for calling to deserves great credit for calling to the attention of people the condi-tions that have existed in the of-fices of certain brokers and in re-vealing the crimes of 'bucketing' orders, trading against customers and conducting 'wash sales.'

"The fact that correspondence

"The fact that correspondence has reached this office from every State in the country and many provinces in Canada indicates the widespread scope of THE HERALD'S articles and the interest aroused by the disclosures."

BIG BILLS IN PERIL LOCKWOOD ACCUSED

\$100,000,000 Loan, Headed for the Rocks.

'RAN OUT!' SAYS GIBBS

The Interborough Rapid Transit Housing Committee Head Asserts Leaders Agreed to His Leaving Albany.

New York Herald Bureau,) Albany, March 10, (

Samuel Untermyer's fight for his housing program may have saved the mendations appear to be headed for

that insurance companies and savings and Johnny Walker. banks invest larger amounts in buildthrough paying 7 per cent. annual in- ing securities, apparently will have a hard time to get out of committee, and the alleged accomplice of a gang of this is due largely, the leaders say, to Canadian bootleggers who are believed Senator Lockwood, whose attitude to- to have made the Charlton street day has completely mystified the Leg- house their headquarters. Frank

Developments indicate that the sofor the first quarter of the current calen-dar year. Under the terms of the lease the Senate and Assembly. Speaker the Senate and Assembly. Speaker the lessee company has ninety days' the Senate and Assembly. Speaker grace after payments fall due before Machold announced that he supported legal steps may be taken by the lessor the bill and that it would be reported out favorably next week. There is not

Lockwood Accused by Gibbs.

"Senator Lockwood ran out on us

senator Lockwood gave notice this men appeared oeside interchange of shots began. Lavendar and at the same time noticed that one from further consideration of the Lockwood committee from further consideration of the Lockwood committee bills not yet reported. This sounded like a demand for a show of committee to do more than the detectives said, ran into a few motion for dismissal of the extortion indictiment against Kenneally. This sounded like a demand for a show own in the first floor, where said and at the same time noticed that one was made after Blickman had denied that Kenneally straightform the first floor, where said and at the same time noticed that one was made after Blickman had denied the Kenneally. This sounded like a demand for a show own on the first floor, where said and at the same time noticed that one was made after Blickman had denied the Kenneally. The sounded like a demand for a sparset floor was made after Blickman had denied the Kenneally straightform the first floor, where saw as followed by the other woman, who said denied the Kenneally straightform the committee appeared to the proposal to the committee appeared to the committee appeared to the first floor, where said, ran into a solution of the mixted Corrigan, "or I should lises the warrant not I would have the end of the three years will be far from usant from Germany. And by referring simulation of the committee appeared to the committee appear

Continued on Page Seven.

WOMAN BOOTLEGGER SHOOTS A DETECTIVE INGANG'S FINE HOUSE

She and Woman Companion, Armed, Captured in Barricaded Room.

RESERVES CALLED OUT

1,000 Bottles of Whisky Found-Band Had Three Trucks to Canada.

KILLED LEAVING A SHIP

Engineer of Vessel Thought Booze Runners Had Not Paid for Their Two Cases.

A shot fired by a woman on the stairway of 18 Charlton street, which two detectives were visiting early last night on suspicion of bootlegging activities, led to a running pistol battle from the basement to the roof, in which Detective Vance L. Lavendar was shot through the shoulder, and reserves were called to break into a room where two armed women barri-One man and the two women were

nished. The liquor seized amounted to about 1,000 bottles, bearing the All the financial measures, providing labels of White Horse, Haig & Haig

Detective Lavendar received his wound from Mollie Perselli, aged 30, the police, that he worked as chauffeur for the gang, which keeps three big cars busy carrying liquor across the

to enforce payment.

Interest has not yet been paid, however, for the final quarter of last year and the ninety day allowance for that settlement will expire on March 31. The two quarterly claims, aggregating six months' interest, which then will be due the Manhattan company will amount to \$2,100,000. The Interborough company has no intention, the Manhattan company has been informed, of paying any part of the claim.

The final proposition for the cancel
Lockwood Accused by Gibbs.

out favorably next week. There is not a majority pledged to the bill in the Assembly, but with the Speaker behind it there is good prospect it will pass the lower house.

Indications are that the Legislature five other rent and shousing bills now on the calendars. That may be all. These five measures extend the existing emergency housing laws and the tax exemption law.

Lockwood Accused by Gibbs.

When You Think of Writing Think of Whiting -Adv.

There Is Nothing so Important as Facts.

In its more or less frank remarks about Congress with its relation to the bonus, The New York Herald has repeatedly said that the Republican party had never committed itself to the payment of a bonus; that the only Republican commitments of this nature were made by individual Congressmen in their campaigns for election. Here is the declaration of the Republican party in its National Convention in 1920 in Chicago on the bonus. We have already printed it, but it is worth while to print it again:

"We hold in imperishable remembrance the valor and the patriotism of the soldiers and sailors of America who fought in the great war for human liberty, and we pledge ourselves to discharge to the fullest the obligation which a grateful nation justly should fulfill in appreciation of the services rendered by its defenders on sea and on land.

"Republicans are not ungrateful. Throughout their history they have shown their gratitude toward the nation's defenders. Liberal legislation for the care of the disabled

and infirm and their dependents has ever marked Republican policy toward the soldiers and sailors of all the wars in which our country has participated. The present Congress has appropriated generously for the disabled of the world war.

"The amounts already applied and authorized for the fiscal year 1920-21 for this purpose reached the stupendous sum of \$1,180,571,893. This legislation is significant of the party purpose in generously caring for the maimed and disabled men of the re-

This official declaration of the Republican party shows clearly where it stands on the bonus. The commitment of Republican Congressmen to the payment of a bonus is crooked business, a raid on the Government Treasury for their own political advantage .-

JUSTICE MAY ENTERS SAYS POLICE CAPTAIN duced by the Republican members or fall in line with the suggestion of KENNEALLY'S MIXUP BEAT HIM IN STATION

Recant Charge of Bribing Tammany Politician.

Untermyer Threatens to Ask People's Rights Ignored. As- Comptroller Crissinger in addition in Germany in the Coblenz area, the rights in India and the Near East.

Grand Jury Inquiry to Clear

Queer Points.

by seven other members of the Cities Committee demanding that a meeting be called forthwith and the bills reported out. That was a militant move to compel action. The petition read:

We the undersigned members of the Cities Committee, respectfully request that you report promptly for the consideration of the Senate the bills introduced by the Joint Lesislative Committee on Housing.

Those who signed the petition were Senators Lockwood, S. Seymour Lowman, William W. Campbell, Parton Swift, C. Ernest Smith, James J. Walker and Peter J. McGarry are Democrats.

We have consideration of the Senate the bills introduced by the petition were Senators Lockwood, S. Seymour Lowman, William W. Campbell, Parton Swift, C. Ernest Smith, James J. Walker and Peter J. McGarry. Senators Walker and Peter J. McGarry. Senators Walker and Peter J. McGarry are Democrats.

We have demanding that a meeting be called for the claim surrendered.

The detectives then went back to the fourteenth atreet, whose name was five nor life wentleth time that "Congress that the the winder have given you a warrant if I would have given you a warrant if I would not plourned until M. Kantor of 110 West fourteenth atreet, whose name was mentioned frequently by Blickman, can be found. Mr. Untermyer intimated, as the evidence and that I would not given you a warrant if I was to continue to sit here. "Raidice said that after the detectives bate the time that "Congress that the himplicant of the Criminal Courts Building, the height ask for a Grand Jury investigation.

Raidice said that after the detectives than the time that "Congress that taken himself and thirty-two other prisoners to the West Thirtieth street station in a patrol wagon he was assaulted by Capt Howard when he asked that the only billiance in the consideration of the Criminal Courts Building, the the wing that the only by Blickman, can be found. Mr. Untermyer intimated, as the fourteenth intervel the consideration of 110 were found the evidence and that I would have fiven on the found the ev

Denies Influencing Accuser to One of 33 Raid Victims Is Ad- ordering the bill reported to the vised by Magistrate Corrigan to Get Warrant.

lived at 1347 Forty-seventh street, M'COOEY LAWYER IN CASE ALL IN PARTY FREED disapproval of it, at least three Re ments among the Allies, leaving the publication of the Indian Government's note

serts Court, in Attack on Police Officials.

ANTI-BONUS REVOLT BREWING IN HOUSE DESPITE FORDNEY

Three Republicans on His Committee in Rebellion Against Measure.

MANY TO ATTACK IT

Ex-Representative Good of Iowa Says Midwest Opposes Gratuity.

NEW 'RAIDS' ARE SOUGHT

Spanish War Veterans Want to Be Included in Benefits of Bill.

By LOUIS SEIBOLD.

New York Herald Bureau. | Washington, D. C., March 10. The fate of the most recent legislative bonus raid on the public Treas ury and business of the country will be determined on Monday.

The Ways and Means Committee of the House will decide then whether \$241,000,000 IS SOUGHT ernment, immediately following the tion be postponed.

The chances are that with every rational avenue closed to them Republican members will undertake some chiseling and repairing before House for passage, though Mr. Fordney will oppose any tinkering.

Opposition to the measure will not be confined to some of the Democratic day, to distribute Germany's first bilmembers, who have instanced their lion gold marks of reparations paypublican members will protest United States to whistle for nearly a tion of the Indian Government's note against reporting the bill because it billion marks (\$241,000,000) due to her forwarded to him by Lord Reading. has been pronounced unworkable by for expenses of the American forces requesting the restoration of Turkish to being generally condemned by Allied Finance Ministers decided tobankers, farmers, merchants and in-

Fordney Announced Unanimity. from the Reparations Commission. When the Republican majority on Detectives Edward J. O'Neill and the committee decided to introduce the American claim presented yester- ures of retaliation. late yesterday afternoon by Samuel James Mechan of the Central Office the insurance certificate loan measure day by Roland W. Boyden, American Untermyer, counsel for the Lockwood raided an apartment in 271 West Chairman Fordney announced the de-"Eddle," She told them "Eddle" was not expected until late at night. They pushed past her and at night are consequent breach in the street station and then to the Night one of whom was Representative Til- and define the limits and the terms of Cabinet has caused the political pot to half a loan to be floated in international cabinets and took cision was unanimous. It developed will be presented to developed will be presen

occasion the President has indicated that the only bill he will sign is one with a sales tax feature, to which the

Bonus advocates received a shock United States was apparently that she when it became known around the might get her expenses for the Rhine Reading. While the Viceroy was anx-Capitol that former Representative occupation later on from Germany out jour to get the Indian Government of the international loan, the flotation statement urging the revision of which necessarily would depend Sevres treaty published, he proceeded

Harding to Veto Bonus Bill If It Reaches Him

Special Dispatch to Tipe New York Henry S T. AUGUSTINE, Fla., March 10.—If Congress passes the bonus bill President Harding will veto it. He has left no doubt in the minds of the members of his vacation party that this is his in-

He will not be forced by the House Republicans into a public announcement in advance that he will veto the bill, but he has made his attitude perfectly clear to Sec-cetary Weeks. Attorney-General Daugherty and Speaker Gillett of

the House

The correspondent of THE NEW YORK HERALD is able to state authoritatively that the President's Cabinet is practically unanimous in advising him to veto the bill. But the President doubts that both branches of Congress will delib-erately pass the measure in the face of the opinion of Secretary Mellon, Comptroller Crissinger and financial authorities in the Senate that it will disrupt the nation's finances. Nevertheless he is ready to "face the music" if he is called upon to exercise his constitutional authority to veto.

Lloyd George Furious at Sec-U. S. RHINE CLAIM TIES UP REPARATION

Allied Ministers Are Forced to Stay Division Until Commission Acts.

President Harding that bonus legisla. Decision Expected To-day or Sunday-Meantime German Gold Lies Idle.

New York Herald Bureau. Paris, March 10.

After having decided, earlier in the ence until advice had been obtained safety of the Prince of Wales, be

With the demand for payment of tremists will attempt strong measure observer at the financial conference,

legislative farm bloc is bitterly op-posed. would get 500,000,000 marks. Beigium 230,000,000, France 140,000,000 and Italy 30,000,000.

BRITAIN ARRESTS GANDHI, CHANGING ITS INDIAN POLICY

Non - Cooperation Leader's Capture Follows Closely Resignation of Montagu.

VICEROY LIKELY TO GO

Step Only Delayed Because Prince of Wales Is Still in Country.

FEARING FOR HIS SAFETY

retary's Blunder - Lord Derby May Succeed.

Special Cable to The New York House. Copyright, 1922, by The New York (18. a. New York Herald Bursh. London, March 10. Mohandas Karamchand Ganelul the Indian Nationalist non-coop cation leader whose professed object is to overthrow British rule in Ind a was arrested to-day on a charge of sedltion. This act of the Indian Govern

resignation of Edwin S. Montagu. Secretary of State for India, marks a most significant change in the British policy in Indian affairs. In this connection it is widely predicted that the Viceroy, Lord Reading, will resign also. It is believed in well informed circles that this step on his part is delayed only be-Special Cable to THE NEW YORK HERALD. Cause the Prince of Wales still is in India and to await more nearly complete information on the circum-

The announcement that Gandhi in the official minutes of the confer- casioned some apprehension over the

Lloyd George Cheerful

"Senator Lockwood ran out on us after instance of the Interborough management, a proposition to which he Manhattan has shown no signs of assenting as yet, is couched substantially in these terms:

The Manhattan "L" owners are to agree to cancel the lease, relieving the preparage for the maintenance of which that to pay annually \$4,200,000 stock lividends as rental under the lease, that to pay annually \$4,200,000 annual interest on the Senator has the senate that he would and at strike called off on one of the state bodies the many Alderman, on the advice of Lockwood and the bills be reported, and I am at a loss to account for his block their way.

She shouted at them, "If I had a gun and I am at a loss to account for his lawyer, who also is counsel for the mineting which the said of the cancel the lease, relieving the restnance of the committee, was up and tried block their way.

She shouted at them, "If I had a gun and the bills be reported, and I am at a loss to account for his block their way.

She shouted at them, "If I had a gun and under the lease, relieving the presentative Mills of New Your insides out," and then brooked the police for making the presentative Mills of New Your insides out, and the block their way.

She shouted at them, "If I had a gun and vised making the cancel the lease, the making of the them was up and tried block their way.

She shouted at them, "If I had a gun and vised making the cancel the police for making the cancel the cancel the cancel the police for making demanded to take prompt action. Fall-with the state of the cancel the police for making demanded to take prompt action. Fall-with the state of the them will be written and the state of the cancel the police for making demanded to take prompt action. Fall-with the state of the cancel the police for making demanded to take prompt action. Fall-with the state of the cancel the police for making demanded to take prompt action. Fall-with the state of the committee with a lease of the metry of the cancel the police for making de

Lord Reading Likely to godt.

The only comfort proposed for the cident which brought about the fall of The state of the protein for t